

DPD-3107-59

#448

REPLY TO:

Auditor General  
Comptroller, USAF  
Eastern District  
Liaison Office  
P. O. Box 8155, S.W. Station  
Washington, D. C.

8 May 1959

SUBJECT: Contract Audit Closing Statement  
Contract No. TA-3034  
Westinghouse Electric Corporation  
Air Arm Division  
Baltimore 3, Maryland

TO : Contracting Officer

1. Contract Data:

Westinghouse Electric Corporation was awarded definitive cost-plus-fixed-fee contract No. TA-3034 on 26 May 1957, costs being allowable from 21 January 1957. Work on the contract was completed in February, 1959.

2. Compensation Provisions:

Allowable costs in the performance of the contract were determined in accordance with Part 2 Section XV of ASFR and other terms of the contract. The contract provides for reimbursement of costs of [REDACTED] and fee of [REDACTED]

3. Unclaimed Wages, Unclaimed Deposits, Outstanding Checks, Potential Credits and Refunds:

Our examination did not disclose any unclaimed wages, unclaimed deposits nor outstanding checks applicable to costs reimbursed under the subject contract. There are no known potential credits or refunds.

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4. Government Property:

25X1A Our examination did not disclose any Government furnished property. In accordance with instruction from Weapons Guidance Laboratory, a portion of the residual property acquired under the contract has been transferred to contract AF33(600)-38581 for use in the flight test program. The remainder of the property has been shipped to [REDACTED]

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5. Overhead Rates:

The contractor has not yet negotiated overhead rates with the Department of Defense for the years 1957 and 1958. However, based on such reviews as we considered necessary under the circumstances, it is the opinion of the auditor that the following rates proposed by the contractor in letter dated 3 April 1959 are acceptable for computing final costs under this contract.



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The recommendation of these rates for use on this contract should not be construed to represent a general approval thereof for all contracts.

6. Costs Approved:

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Utilizing the rates set forth in Paragraph 5, total incurred contract costs at completion amount to [REDACTED] including an overrun of [REDACTED]. Accordingly, costs in the amount of [REDACTED], representing the contract limitation, are approved, subject to the submission of the following documents with the Contractor's final billing:

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- a. Contractor's Cumulative Claim and Reconciliation.
- b. Contractor's Release
- c. Assignment of Refunds, Rebates, and Credits.
- d. Patent and Royalties Requirements.

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7. Current Contract Status:

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To date, the contractor has billed total costs of [REDACTED] on Vouchers Nos. 1 thru 21. The Contractor has not billed the remainder of the available funds under the contract pending approval of overhead rates.

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[REDACTED]  
Audit Liaison Officer  
Eastern District  
Auditor General